

FORT BEND COUNTY MUNICIPAL UTILITY DISTRICT NO. 37

MINUTES OF MEETING OF BOARD OF DIRECTORS

NOVEMBER 17, 2021

The Board of Directors (the "Board" or the "Directors") of Fort Bend County Municipal Utility District No. 37 (the "District") met in regular session at 7:00 p.m., at 1301 Misty Bend, Katy, Texas 77494 on Wednesday, November 17, 2021, pursuant to notice of said meeting posted in accordance with Chapter 551 of the Texas Government Code. The roll was called of the members of the Board, to-wit:

Rudy Ammer	President
Larry W. Davis	Vice President
Kenneth L. Comeaux	Secretary
Greg Murray	Assistant Secretary
Stephen Berckenhoff	Treasurer

All members of the Board were present, thus constituting a quorum. Also attending were Kim Shelnutt of Myrtle Cruz, Inc. (the "Bookkeeper" or "MCI"), bookkeeper for the District; Alyssa Saccomen of McCall Gibson Swedlund Barfoot PLLC (the "Auditor"); Russ Davis of Equi-Tax, Inc. (the "Tax Assessor/Collector" or "Equi-Tax"), tax assessor/collector for the District; Clay Brandenburg and Robert Lugo of Inframark (the "Operator" or "Inframark"), operator for the District; Jon Strange P.E. of JNS Engineers, engineer for the District ("Engineer"); Ray Young of Water Engineers, Inc. ("Project Engineer"); Alan P. Petrov of Johnson Petrov LLP (the "Attorney" or "JP"), attorneys for the District; Allen Perez with the Westheimer Parkway Project ("Developer"); and John Siefert, hydrologist.

The President, after finding that the notice of the meeting was posted as required by law and determining that a quorum of the Board was present, called the meeting to order and declared it open for such business as may regularly come before it.

1. Public Comment.

There being no public comment the Board President proceeded with the regular agenda.

2. Approval of Minutes. The Board next considered approval of the meeting minutes of October 20, 2021, which were previously distributed to the Board.

Upon motion by Director Berckenhoff, seconded by Director Murray, after full discussion and with all Directors present voting aye, the Board approved the minutes as presented.

3. Audit Report. Ms. Saccomen presented and reviewed the draft audit report for the fiscal year ended August 31, 2021, a copy of which is attached hereto as Exhibit "A" . Ms. Saccomen responded to questions from the Board.

Upon motion by Director Davis, seconded by Director Comeaux, after full discussion and with all Directors present voting aye, the Board approved the audit report.

4. Bookkeeper's Report and Investment Report. Ms. Shelnett previously distributed the Bookkeeper's Report and Investment Report, copies of which are attached hereto as Exhibit "B". She reviewed the written report and responded to questions. Discussion ensued.

Upon motion by Director Berckenhoff, seconded by Director Murray, after full discussion and with all Directors present voting aye, the Board approved 1) the Bookkeeper's Report and Investment Report, as presented, and 2) authorized payment of checks numbered 1001 through 1025 from the Operating Account.

5. Tax Assessor/Collector Report. The Tax Assessor/Collector's Report was presented by Mr. Davis, a copy of which is attached hereto as Exhibit "C".

a. Mr. Davis reviewed with the Board the Tax Assessor/Collector's Report. He also responded to questions from the Board.

b. Mr. Davis next reported that 92.1% of the 2020 taxes had been collected as of October 31, 2021 and 3.3% of the 2021 taxes had been collected as of October 31, 2021.

c. Mr. Davis then presented and reviewed the Delinquent Tax Collection Report prepared by the Thornhill Law Firm. Mr. Davis noted that one (1) account remained unpaid.

Upon motion by Director Murray, seconded by Director Comeaux, after full discussion and with all Directors present voting aye, the Board 1) approved the Tax Assessor/Collector's Report, as presented; 2) authorized payment of check numbers 2343 thru 2344 from the Tax Account; 3) approved the Delinquent Tax Attorney Report, including water service termination for the remaining unpaid account.

6. Operations Report. Mr. Lugo presented the Operations Report, a copy of which is attached hereto as Exhibit "D".

The operators reviewed the current operations in the District with the Board and answered questions. The operators also reported twelve (12) delinquent accounts scheduled for termination due to non-payment of water and sewer bills and one (1) collection account. No members of the public wished to comment on termination of water for non-payment of the water and sewer bills. Discussion ensued.

Upon motion by Director Murray, seconded by Director Comeaux, after full discussion and with all Directors present voting aye, the Board 1) approved the Operations Report; and 2) authorized the termination of service to twelve (12) delinquent accounts pursuant to the District's Rate Order; and to forward the one (1) collection account to collections.

7. Engineer's Report. Mr. Strange presented the Engineer's Report, a copy of which is attached hereto as Exhibit "E".

a. Mr. Strange updated the Board on the current engineering activities in the District and responded to questions from the Board.

b. Next, Mr. Perez reported that he attended a pre-construction meeting and that he expects to start the waterline loop project soon. Mr. Perez reported that the development work should start in December and the vertical improvements are expected to start in March.

c. Next, Mr. Young presented and discussed the proposal for the Consulting Engineering Services to the Wastewater Treatment Plant Expansion (the "Expansion"). In addition, Mr. Siefert discussed possible water plant improvements. The Board asked several questions concerning the proposed improvements and options to reduce the costs for the improvements. After discussion it was determined that the Board would hold a workshop to discuss the facilities.

Upon motion by Director Comeaux, seconded by Director Davis, after full discussion and with all Directors present voting aye, the Board approved the Engineer's Report.

8. City of Katy Emergency Services Monthly Stat Report. The Board reviewed the Stat Report. No action was taken.

9. New Business/Annual Agenda.

a. Annual Review of Emergency Water Contract with Harris-Fort Bend County MUD Nos 1 and 5.

The Board reviewed the contract and determined no action was needed at this time.

b. Annual Review of Emergency Water Supply Contract with the City of Katy.

The Board reviewed the contract and determined no action was needed at this time.

c. Amend Rate Order. This item was tabled.

d. Fort Bend Central Appraisal District Board of Director's Election Ballot.

Mr. Petrov reported that Fort Bend County Appraisal District ("FBCAD") has distributed a form of resolution to conservation and reclamation districts and a certification of ballot for the districts to participate in the election of a person to the Board of Directors of FBCAD to represent the interests of utility districts. Mr. Petrov then briefly reviewed the slate of names on the ballot. No action was taken at this time.

e. Assignment of Westside Water Contract to Quadvest, L.P. This item was tabled.

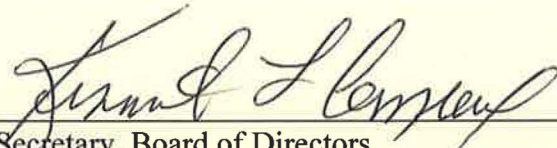
THERE BEING NO FURTHER BUSINESS TO COME BEFORE THE BOARD,
the meeting was adjourned.

SIGNED, PASSED and APPROVED this 15th day of December, 2021.

[DISTRICT SEAL]

EXHIBITS:

- A - Audit Report (FYE 8/31/21)
- B - Bookkeeper's Report
- C - Tax Assessor/Collector's Report
- D - Operations Report
- E - Engineer's Report


Secretary, Board of Directors

